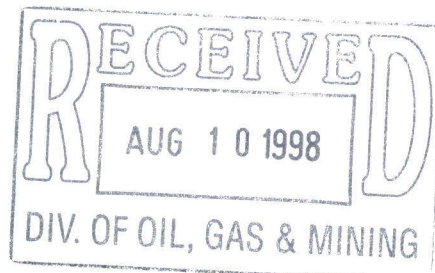




Continental Lime Inc.

3950 South 700 East, Suite 301
Salt Lake City, Utah 84107

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Email: sherron@continentallime.com



August 7, 1998

Mr. Tom Munson
Division of Oil, Gas and Mining
Minerals Reclamation Program
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, UT 84114-5801

RE: Continental Lime, Inc.—Proposed Iron Basin Operation (no permit number assigned)

Dear Tom:

Per our discussion on August 6, 1998; I am submitting this letter to inform the Division that due to unforeseen changes in our marketing and production strategies, Continental Lime, Inc. (CLI) will not submit a Notice of Intention/Plan of Operations (NOI/POO) for the subject Project in September of 1998. CLI proposes to submit the NOI/POO to the Division during the first quarter of 1999.

CLI appreciates your time in meeting with us to discuss this matter. If you have any questions relative to this request, do not hesitate to contact me at any time.

Best Regards,
Continental Lime, Inc.


Steven K. Herron
Geologist

Cc: Bill Dodge
Mike Brown
Ian Chapman
Joe Brokke
Bob Robison
Wayne Hedberg—DOGM

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